



# Pancontinental Oil & Gas

Apr 30<sup>th</sup> 2012

## Pancontinental Oil & Gas, FAR to shoot seismic over Kenyan offshore permit

Pancontinental Oil & Gas (ASX: PCL) and FAR Limited (ASX: FAR) are hoping for a clearer picture over their L6 licence offshore Kenya after awarding a contract for shooting 680 square kilometres of 3D seismic.

The A\$13.67 million contract was awarded to Fugro-Geoteam AS and is expected to provide high-definition images of subsurface structures.

3D seismic has proved to be highly successful in the series of large gas discoveries offshore Mozambique and Tanzania.

Pancontinental believes the same is true for the Kifaru 3D seismic Kenya, which is expected to increase the chances of L6 drilling planned for the 2013 licence year.

However, the company is targeting oil instead of gas in the northern part of the East African margin.

East Africa has enjoyed increased attention from the global upstream oil and gas industry after several major gas discoveries were made by Anadarko (NYSE: APC), ENI, Statoil and BG.

The Anadarko find at Rovuma Offshore Area 1 has also sparked a bidding war for Africa-focused Cove Energy (LON: COV), which holds a 8.5% stake in permit and had put itself up for acquisition earlier this year.

Pancontinental itself is participating in the upcoming drilling of the Mbawa Prospect in Kenya Block L8 by Apache Corporation (NYSE: APA).

Pancontinental has a 40% stake in L6 while FAR holds 60%.

**Price:** A\$0.07

**Market Cap:** A\$84.02M

### 1 Year Share Price Graph



### Share Information

**Code:** PCL

**Listing:** ASX

**Sector:** Oil and Gas Exploration and Production

**Website:** www.pancon.com.au

### Company Synopsis:

*Pancontinental Oil & Gas (ASX:PCL) is a petroleum (oil and gas / hydrocarbon) exploration company with key assets in Australia, Kenya, Malta and Namibia.*

**Author:**

**Bevis Yeo** +61 2 9299 5001

action@proactiveinvestors.com.au

Proactive Investors is a market leader in the investment news space, providing ASX "Small and Mid-cap" company news, research reports, StockTube videos and One2One Investor Forums.

You understand and agree that no content published constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential advisability, value or suitability of any particular security, portfolio of securities, transaction, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including company related products and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made.

However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that



neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The contributors make every effort to ensure that the information and material contained in this report is accurate and correct and has been obtained from reliable sources. However, no representation is made about the accuracy or completeness of the information and material and it should not be relied upon as a substitute for the exercise of independent judgment. Proactive Investors does not accept any liability, including negligence, for any loss or damage arising from the use of, or reliance on, the material contained in this report. There are general risks associated with any investment in securities. Investors should be aware that these risks might result in loss of income and capital invested.

**WARNING:** No recipients should rely on any recommendation (whether express or implied) contained in this document without obtaining specific advice from their advisers. All investors should therefore consider the appropriateness, in light of their own objectives, financial situation and/or needs, before acting on the advice.

**DISCLOSURE:** The Company, its directors, associates, employees or representatives may not effect a transaction upon its or their own account in the investments referred to in this report or any related investment until the expiry of 24 hours after the report has been published.